247.271-2

the FAR and DFARS dealing with service contracting also apply to these

[56 FR 36466, July 31, 1991, as amended at 65 FR 50145, Aug. 17, 2000]

247.271-2 Policy.

- (a) Annual contracts. Normally—
- (1) Use requirements contracts to acquire services for the-
- (i) Preparation of personal property for shipment or storage; and
- (ii) Performance of intra-area movement.
- (2) Award contracts on a calendar year basis.
 - (3) Provide for option years.
- (4) Award contracts, or exercise option years, before November 1 of each year, if possible.
- (b) Areas of performance. Define clearly in the solicitation each area of performance.
- (1) Establish one or more areas; however, hold the number to a minimum consistent with local conditions.
- (2) Each schedule may provide for the same or different areas of performance. Determine the areas as follows:
- (i) Use political boundaries, streets, or any other features as lines of demarcation. Consider such matters as-
 - (A) Total volume;
 - (B) Size of overall area; and
- (C) The need to service isolated areas of high population density.
- (ii) Specifically identify frequently used terminals, and consider them as being included in each area of performance described in the solicitation.
- (c) Maximum requirements-minimum capability. The contracting officer must—
- (1) Establish realistic quantities on the Estimated Quantities Report in DoD 4500.9-R, Defense Transportation Regulation, Part IV;
- (2) Ensure that the Government's minimum acceptable daily capability-
- (i) Will at least equal the maximum authorized individual weight allowance as prescribed by the Joint Federal Travel Regulations; and
- (ii) Will encourage maximum participation of small business concerns as offerors.

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247.271-3 Procedures.

- (a) CONUS military activities assigned multi-service personal property areas of responsibility. (1) When two or more military installations or activities have personal property responsibilities in a given area, one activity must contract for the estimated requirements of all activities in the area. The installation commanders concerned must designate the activity by mutual agreement.
- (2) The Commander, Military Traffic Management Command (MTMC), must designate the contracting activity when local commanders are unable to reach agreement.
- (b) Additional services and excess requirements. (1) Excess requirements are those services that exceed contractor capabilities available under contracts. Use simplified acquisition procedures to satisfy excess requirements.
- (2) Additional services are those not specified in the bid items.
- (i) Additional services may include—
- (A) Hoisting or lowering of articles;
- (B) Waiting time;
- (C) Special packaging; and
- (D) Stuffing or unstuffing of sea van containers.
- (ii) Consider contracting for local moves that do not require drayage by using hourly rate or constructive weight methods. The rate will include those services necessary for completion of the movement, including—
 (A) Packing and unpacking;

 - (B) Movement;
 - (C) Inventorying; and
 - (D) Removal of debris.
- (iii) Each personal property shipping activity must determine if local requirements exist for any additional services.
- (iv) The contracting officer may obtain additional services by-
- (A) Including them as items within the contract; provided, they are not used in the evaluation of bids (see 252.247-7008, Evaluation of Bids); or
- (B) Using simplified acquisition procedures.
- (v) Either predetermine prices for additional services with the contractor, or negotiate them on a case-by-case basis.
- (vi) The contracting officer must authorize the contractor to perform any